

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT
State/Territory: Commonwealth of Pennsylvania

Attachment 4.22-B

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- (1) When the Department contacts the third party to seek recovery, it will verify that the provider did not receive payment from the third party.
- (2) The Department will seek recovery unless the agency determines that the recovery will not be cost effective. The agency uses the threshold amount of \$50 as a guideline in its attempts to recover from liable third parties for health insurance. This \$50 guideline is used in consideration with other factors, such as expense and difficulty of recovery, in deciding whether to pursue recoveries in the range of smaller dollar expenditures (less than \$50). The threshold amount of \$250 is used to determine the recovery of funds for casualty claims. The threshold amount may be waived when the agency deems it to be economically and administratively feasible to collect less than the stated amounts. The threshold amount is based on effectiveness with normal effort for the recovery of funds. Should it be determined that a recovery effort would be cost effective, then attempts are made for recovery of amounts below the threshold levels.
- (3) The Department accumulates claims for six months in an attempt to reach the threshold. The threshold for casualty claims is \$250 and \$50 for health insurance claims.

TN NO. 90-03

Supersedes _____ Approval Date 2/1/71 Effective Date 4/1/70

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